

Commissioners Minutes

October 10, 2012 – 11:19 a.m. to 11:29 a.m.

**CONSIDER SIGNING AIRCRAFT INSURANCE PROPOSAL**

Commissioners David Ferdinand, Steve Rule and Kathy Alder

Chief Civil Deputy P.A. Sam Laugheed

Deputy P.A. Zach Wesley

Christine McPartlan from Dispatch

Roxanne Wade, Dispatch Supervisor

Deputy Clerk Monica Reeves



**CONSIDER SIGNING AIRCRAFT INSURANCE PROPOSAL**

The Board met today at 11:19 a.m. to consider signing an aircraft insurance proposal from the Arthur J. Gallagher Risk Management Services. Present were: Commissioners David Ferdinand, Steve Rule and Kathy Alder, Chief Civil Deputy P.A. Sam Laugheed, Deputy P.A. Zach Wesley, Christine McPartlan from Dispatch, Dispatch Supervisor Roxanne Wade, and Deputy Clerk Monica Reeves. The aircraft (Draganfly) is used for law enforcement purposes. The liability is established at \$5 million per occurrence. The value of the aircraft hull has been established at \$35,000. The annual premium of \$1,773 will be paid from the tort fund. Upon the motion of Commissioner Alder and the second by Commissioner Rule, the Board voted unanimously to sign the aircraft hull and liability proposal. The Board's action gives the authority to bind the county to the insurance coverage. The meeting concluded at 11:29 a.m. An audio recording is on file in the Commissioners' Office.

# **Aircraft Hull & Liability Proposal of Insurance for:**

## **Canyon County**

**1115 Albany Street  
Caldwell, ID 83605**

**Policy Term: TBD**

**Presented: October 4, 2012**

**Ray Wolfe, Agent**

**Sandy DeBoard, Account Executive**

The Hartwell Corporation

PO Box 400

Caldwell ID 83606

Phone: [REDACTED]

**Doug Meyer, Aviation Account Executive**

AIS Gallagher Aviation

6399 S. Fiddlers Green Circle, Ste 200

Greenwood Village, CO 80111  
[REDACTED]



**Arthur J. Gallagher Risk Management Services, Inc.**

[www.ajgrms.com](http://www.ajgrms.com)

IMPORTANT: The proposal is an outline of the coverages by the insurers, based on the information provided by your company. It does not include all the terms, coverages, exclusions, limitations, and conditions of the actual contract language. The policies themselves must be read for those details. Policy forms for your reference will be made available upon request.

*#12-113*

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## Mission Statement

ARTHUR J. GALLAGHER

### OUR MISSION

*We are an insurance brokerage, consulting & risk management services company committed to being the best at reducing the cost of risk and protecting the financial integrity of our clients.*

### OUR VISION

*To be recognized and respected . . .*

***B**y our clients as unparalleled customer service professionals providing responsive and innovative solutions that address their needs.*

***B**y our markets as tenacious competitors providing opportunities for growth and operating with the highest degree of integrity and ethical character*

***B**y our employees as "a winning team" providing a fair, challenging and friendly environment that rewards performance, encourages creativity and supports personal development.*

***B**y our community as an organization promoting both individual and collective involvement that "makes a difference".*



## Client Aviation Service Team

**Main Phone Number:** [REDACTED]

**6399 South Fiddlers Green Circle, Suite 200  
Greenwood Village, Co 80111**



A service team approach will be implemented for Canyon County to provide a senior level availability for all of your services and risk management needs as well as daily services requirements.

**Doug Meyer**  
Account Executive

Telephone [REDACTED]  
[REDACTED]





## Major Changes to Expiring Program

**Coverage:** NA  
**Aircraft**

## Premium Finance Options

- Payment Plan Schedule:** • None
- Outside Financing Quote:** • Available on Request
- Notes:** • Premiums for the policies are due and payable as billed, in full or as insurance company installments. Premiums may be financed, subject to acceptance by an approved finance company. Note: Following acceptance, completion (and signature) of a premium finance agreement with the specified down payment is required.

## Claims Reporting Instructions

Line of Coverage	Carrier	Policy #	Address	When to Re
Aircraft	Westchester Fire	TBD	**	ASAP

**\*\*Report to:**  
Arthur J Gallagher Risk Management Services, Inc.  
6399 South Fiddlers Green Circle, Suite, 200  
Greenwood Village, CO 800111

Main Claims Email: [REDACTED]  
Contact: Doug Meyer  
E-Mail : [REDACTED]  
Phone: [REDACTED]  
Fax: [REDACTED]



## Named Insured Schedule

Canyon County

**NOTE:** *Any entity not named as an insured may not be covered under this policy. This may include Partnerships and Joint Ventures.*



## Aircraft Hull and Liability

Coverage	Limit
<b>Aircraft Liability (1)</b> Single limit Bodily Injury and Property Damage	\$5,000,000 Each Occurrence
<b>Hull Physical Damage Coverage</b> AS SCHEDULED – SUBJECT TO DEDUCTIBLES: NIL NOT IN MOTION NIL IN MOTION	As Scheduled

**(1) The most the policy will pay is \$5,000,000 any one occurrence**

***Please refer to your policy for a complete description of terms, conditions, limitations and exclusions***

- ☐ **APPROVED USE** All uses in connection with the operations of the named insured.
- ☐ **PILOTS** Any pilot approved by the named insured
- ☐ **APPROVED TERRITORY** United States (excluding Alaska), Canada, or Mexico.
- ☐ **NOTICE OF CANCELLATION** Thirty (30) days, except in the event of non-payment of premium, ten (10) days notice shall apply.

### **EXCLUSIONS (PARTIAL LIST)**

- War and associated perils
- Tria
- Diminution of Value
- Employment Practices
- Wear, Tear and Deterioration
- Medical Services and Aggravation of Existing Injuries
- Asbestos
- Conversion, Embezzlement or Secretion
- Non adherence to pilot requirements or approved uses
- Consequential loss
- Pollution except arising from an aircraft accident
- Electronic Date Recognition Exclusion

**NOTE:** ***Not all exclusions are shown. It will be necessary to refer to the actual policy for coverage, conditions, provisions and limitations.***





## Aircraft Schedule

SERIAL	DESCRIPTION	TOTAL SEATS	HULL VALUE
	2012 Draganflyer X6	N/A	\$35,000

## Premium Schedule

	Proposed 2012-2013
Liability	\$1,300
Hull	\$473
<b>TOTAL</b>	<b>\$1,773</b>

## Options

- Add War Endorsement      \$148 Additional Premium
- Add TRIA      \$148 Additional Premium
- Add War and Tria      \$185 Additional Premium



## Coverage Considerations

### Overview

*Coverages are highlighted here to review available coverages which you should consider. These coverages are included in the coverage section of this proposal only if quoted and highlighted as covered.*

*A proposal for any of the coverages can be provided.*

*The recommendations and considerations summarized in this section are not intended to identify all exposures.*

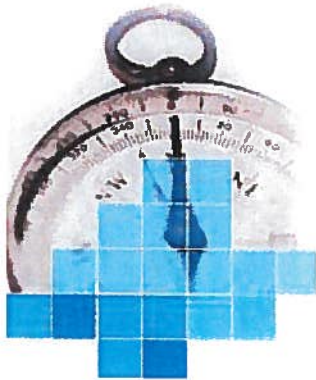
*Since Gallagher does not handle your complete insurance program, these recommendations only reflect items within our scope of responsibility.*

### Aircraft

## Changes and Developments

*It is important that we be advised of any changes in your operations that may have a bearing on the validity and/or adequacy of your insurance. The types of changes that concern us include, but are not limited to, those listed below:*

1. *Changes in any aviation operations.*
2. *Any newly assumed contractual liability, granting of indemnities, or hold harmless agreements.*
3. *Circumstances which may require an increased liability insurance limits.*



## Proposal Disclosures

The following disclosures are hereby made a part of this proposal. Please review these disclosures prior to signing the proposal acceptance agreement or e-mail confirmation.

**Proposal Disclaimer:** IMPORTANT: The proposal is an outline of certain terms and conditions of the insurance proposed by the insurers, based on the information provided by your company. It does not include all the terms, coverages, exclusions, limitations, conditions of the actual policy contract language. The insurance policies themselves must be read for those details. Policy forms for your reference will be made available upon request.

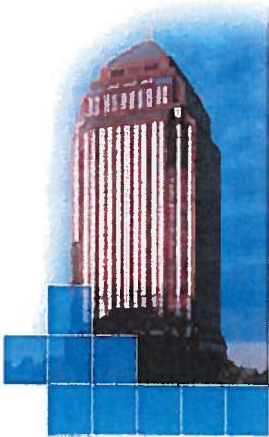
**Compensation Disclosure:** One of the core values highlighted in The Gallagher Way states, "We are an Open Society," and our open society extends to the compensation Gallagher receives. For more information on Gallagher's compensation arrangements, please visit <http://www.ajg.com/compdisclosure>. In general, Gallagher may be compensated as follows:

1. Gallagher Companies are primarily compensated from the usual and customary commissions or fees received from the brokerage and servicing of insurance policies, annuity contracts, guarantee contracts and surety bonds (collectively "insurance coverages") handled for a client's account, which such commissions and fees may vary from company to company and insurance coverage to insurance coverage. As permitted by law, Gallagher companies occasionally receive both commissions and fees. In placing, renewing, consulting on or servicing your insurance coverages, Gallagher Companies may participate in contingent commission arrangements with intermediaries and insurance companies that provide for additional contingent compensation if underwriting, profitability, volume or retention goals are achieved. Such goals are typically based on the total amount of certain insurance coverages placed by Gallagher with the insurance company, not on an individual policy basis. As a result, Gallagher may be considered to have an incentive to place your insurance coverages with a particular insurance company.
2. Gallagher Companies may also receive investment income on fiduciary funds temporarily held by them, such as premiums or return premiums.
3. Gallagher Companies may access other facilities, including wholesalers, reinsurance intermediaries, captive managers, underwriting managers and others that act as intermediaries for both Gallagher and other brokers in the insurance marketplace. Gallagher Companies may own some of these facilities, in whole or in part. If such a facility was utilized in the placement of a client's account, the facility may have earned and retained customary brokerage commission or fees for its work.
4. Gallagher assists its customers in procuring premium finance quotes and unless prohibited by law may earn compensation for this value added service.

If you have specific questions about the compensation received by Gallagher and its affiliates in relation to your insurance placements, please contact your Gallagher representative for more details.

In the event you wish to register a formal complaint regarding compensation Gallagher receives from insurers or third parties, please send an email to [Compensation\\_Complaints@ajg.com](mailto:Compensation_Complaints@ajg.com) or send a letter to:

AVC Compliance Officer  
Arthur J. Gallagher & Co.  
Two Pierce Place, 20<sup>th</sup> Floor  
Itasca, IL 60143



## Proposal Disclosures (Continued)

**Actuarial Disclaimer:** The information contained in this proposal is based on the historical loss experience and exposures that were provided to Arthur J. Gallagher & Co. This proposal is not an actuarial study. Should you wish to have this proposal reviewed by an independent actuary, we will be pleased to provide you with a listing of actuaries for your use.

**Terrorism Act TRIA/TRIPRA Disclaimer –** If this proposal contains options to purchase TRIA/TRIPA coverage, the proposed TRIA/TRIPRA program may not cover all terrorism losses. While the most recent legislation eliminated the distinction between foreign and domestic acts of terrorism, a number of lines of coverage excluded under the TRIEA legislation passed in 2005 remain excluded including commercial automobile, burglary and theft insurance; surety insurance, farm owners multiple perils and professional liability (although directors and officers liability is specifically included). If such excluded coverages are required, we recommend that you consider purchasing a separate terrorism policy. Please note that a separate terrorism policy for these excluded coverages may be necessary to satisfy loan covenants or other contractual obligations.

**Confidentiality Statement:** Where permitted by law, we consider as confidential any information presented by Arthur J. Gallagher & Co. in this proposal as well as other verbal and written communications between our organizations. We ask that other brokers not have access to our material and that information presented in this proposal be shared only with those who have a need to know within your company. We make our commitment to you that information already received from you, and any additional information to follow, will be treated with the same high level of respect and confidentiality.

We will not be operating in a fiduciary capacity, but only as your broker, obtaining a variety of coverage terms and conditions to protect the risks of your enterprise. We will seek to bind those coverages based upon your authorization; however, we can make no warranties in respect to policy limits or coverage considerations of the carrier. Actual coverage is determined by policy language, so read all policies carefully. Contact us with questions on these or any other issues of concern.





## Canyon County

## Carrier Ratings and Admitted Status

Proposed Carriers	A.M. Best's Rating	Admitted/Non-Admitted
Westchester Fire Ins. Co.	A+ XV	Admitted

*If the above indicates coverage is placed with a non-admitted carrier, the carrier is doing business in the state as a surplus lines or non-admitted carrier. As such, this carrier is not subject to the same regulations which apply to an admitted carrier nor do they participate in any insurance guarantee fund applicable in that state.*

*The above A.M. Best Rating was verified on the date the proposal document was created.*

**Guide to Best Ratings***Rating Levels and Categories*

Level	Category	Level	Category	Level	Category
A++, A+ .....	Superior	B, B- .....	Fair	D .....	Poor
A, A- .....	Excellent	C++, C+ .....	Marginal	E .....	Under Regulatory Supervision
B++, B+ .....	Good	C, C- .....	Weak	F .....	In Liquidation
				S .....	Suspended

**Financial Size Categories**

*(In \$000 of Reported Policyholders' Surplus Plus Conditional Reserve Funds)*

FSC I	Up to 1,000	FSC IX	250,000 to 500,000
FSC II	1,000 to 2,000	FSC X	500,000 to 750,000
FSC III	2,000 to 5,000	FSC XI	750,000 to 1,000,000
FSC IV	5,000 to 10,000	FSC XII	1,000,000 to 1,250,000
FSC V	10,000 to 25,000	FSC XIII	1,250,000 to 1,500,000
FSC VI	25,000 to 50,000	FSC XIV	1,500,000 to 2,000,000
FSC VII	50,000 to 100,000	FSC XV	2,000,000 or more
FSC VIII	100,000 to 250,000		

*Best's Insurance Reports, published annually by A.M. Best Company, Inc., presents comprehensive reports on the financial position, history, and transactions of insurance companies operating in the United States and Canada. Companies licensed to do business in the United States are assigned a Best's Rating which attempts to measure the comparative position of the company or association against industry averages.*

*A Best's Financial Strength Rating opinion addresses the relative ability of an insurer to meet its ongoing insurance obligations. It is not a warranty of a company's financial strength and ability to meet its obligations to policyholders. View the A.M. Best Important Notice: Best's Credit Ratings for a disclaimer notice and complete details at <http://www.ambest.com/ratings/notice>.*

*Best's Credit Ratings are under continuous review and subject to change and/or affirmation. For the latest Best's Credit Ratings and Best Credit Reports (which include Best Ratings), visit the A.M. Best website at <http://www.ambest.com>. See Guide to Best's Credit Ratings for explanation of use and charges. Copies of the Best's Insurance Reports for carriers listed above are also available upon request of your Gallagher representative.*

*Best's Credit Ratings reproduced herein appear under license from A.M. Best and do not constitute, either expressly or impliedly, an endorsement of (Licensee's publication or service) or its recommendations, formulas, criteria or comparisons to any other ratings, rating scales or rating organizations which are published or referenced herein. A.M. Best is not responsible for transcription errors made in presenting Best's Credit Ratings. Best's Credit Ratings are proprietary and may not be reproduced or distributed without the express written permission of A.M. Best Company.*

*Gallagher companies use A.M. Best Company's rating services to evaluate the financial condition of insurers whose policies we propose to deliver. Gallagher companies make no representations and warranties concerning the solvency of any carrier, nor does it make any representation or warranty concerning the rating of the carrier which may change.*



# Carrier Ratings and Admitted Status (Continued)

## GUIDE TO BEST'S FINANCIAL STRENGTH RATINGS - INSURER

A Best's Financial Strength Rating is an independent opinion of an insurer's financial strength and ability to meet its ongoing insurance policy and contract obligations. The rating is based on a comprehensive quantitative and qualitative evaluation of a company's balance sheet strength, operating performance and business profile.

### Financial Strength Ratings - Insurer

	Rating	Descriptor	Definition
Secure	A++, A+	Superior	Assigned to companies that have, in our opinion, a superior ability to meet their ongoing insurance obligations
	A, A-	Excellent	Assigned to companies that have, in our opinion, an excellent ability to meet their ongoing insurance obligations
	B++, B+	Good	Assigned to companies that have, in our opinion, a good ability to meet their ongoing insurance obligations
Vulnerable	B, B-	Fair	Assigned to companies that have, in our opinion, a fair ability to meet their ongoing insurance obligations. Financial strength is vulnerable to adverse changes in underwriting and economic conditions.
	C++, C+	Marginal	Assigned to companies that have, in our opinion, a marginal ability to meet their ongoing insurance obligations. Financial strength is vulnerable to adverse changes in underwriting and economic conditions
	C, C-	Weak	Assigned to companies that have, in our opinion, a weak ability to meet their ongoing insurance obligations. Financial strength is very vulnerable to adverse changes in underwriting and economic conditions
	D	Poor	Assigned to companies that have, in our opinion, a poor ability to meet their ongoing insurance obligations. Financial strength is very vulnerable to adverse changes in underwriting and economic conditions
	E	Under Regulatory Supervision	Assigned to companies (and possibly their subsidiaries/affiliates) placed under a significant form of regulatory supervision, control or restraint - including cease and desist orders, conservatorship or rehabilitation, but not liquidation - that prevents conduct or normal, ongoing insurance operations.
	F	In Liquidation	Assigned to companies placed in liquidation by a court of law or by a forced liquidation
	S	Suspended	Assigned to rated companies when sudden and significant events affect their balance sheet strength or operating performance and rating implications cannot be evaluated due to a lack of timely or adequate information

### Rating Outlooks

Assigned to an interactive Financial Strength Rating to indicate its potential direction over an intermediate term, generally defined as 12 to 36 months.

Positive	Indicates possible rating upgrade due to favorable financial/market trends relative to the current rating level
Negative	Indicates possible rating downgrade due to unfavorable financial/market trends relative to the current rating level
Stable	Indicates low likelihood of a rating change due to stable financial/market trends

### Rating Modifiers

Modifier	Descriptor	Definition
U	Under Review	Indicates the rating may change in the near term, typically within six months. Generally is event driven, with positive, negative or developing implications.
Pd	Public Data	Indicates rating assigned to insurer that chose not to participate in A.M. Best's interactive rating process.
s	Syndicate	Indicates rating assigned to a Lloyd's syndicate

### Affiliation Codes

Indicates rating is based on a type of affiliation with other insurers

g	Group	p	Pooled	r	Reinsured
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### Not Rated Categories

Assigned to companies reported to by A.M. Best, but not assigned a Best's Rating

NR-1: Insufficient Data	NR-2: Insufficient Size and/or Operating Experience	NR-3: Rating Procedure Inapplicable
NR-4: Company Request	NR-5: Not Formally Followed	

### Rating Disclosure

A Best's Financial Strength Rating opinion addressed the relative ability of an insurer to meet its ongoing insurance obligations. The ratings are not assigned to specific insurance policies or contracts and do not address any other risk, including, but not limited to, an insurer's claims-payment policies or procedures; the ability of the insurer to dispute or deny claims payment on grounds of misrepresentation or fraud; or any specific liability contractually borne by the policy or contract holder. A Best's Financial Strength Rating is not a recommendation to purchase, hold or terminate any insurance policy, contract or any other financial obligation issued by an insurer, nor does it address the suitability of any particular policy or contract for a specific purpose or purchaser. In arriving at a rating decision, A.M. Best does not independently verify the accuracy or reliability of the information. For additional details, see A.M. Best's *Terms of Use* at [www.ambest.com](http://www.ambest.com).

Best's Financial Strength Ratings are distributed via press release and/or the A.M. Best Website at [www.ambest.com](http://www.ambest.com) and are published in the *Rating Actions* section of *BestWeek®*. Best's Financial Strength Ratings are proprietary and may not be reproduced without permission.

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Version 041410



## Bindable Quotations and Compensation Disclosure Schedule

Carrier Name	Coverages	Estimated Annual Premium	AJG Commission % or Fee (1)	Wholesaler, MGA or Intermediary Name	Wholesaler, MGA or Intermediary % or Fee	Wholesaler, MGA or Intermediary AJG-Owned? Yes or No
Westchester Fire	Aircraft	\$1,773	15%	Not Applicable	N/A	N/A

AIS Gallagher Aviation is responsible for the placement of the following lines of coverage: Aircraft

**IT IS UNDERSTOOD THAT ANY OTHER TYPE OF EXPOSURE/COVERAGE IS EITHER PLACED BY ANOTHER GALLAGHER OFFICE OR DEPARTMENT, SELF-INSURED OR PLACED BY ANOTHER BROKERAGE FIRM OTHER THAN GALLAGHER. IF YOU NEED HELP PLACING OTHER LINES OF COVERAGE OR COVERING OTHER TYPES OF EXPOSURES, PLEASE CONTACT YOUR GALLAGHER REPRESENTATIVE**

Some carriers pay Gallagher supplemental or contingent commissions in addition to the policy commission. Contingent commissions are typically contingent upon performance factors such as growth, profit, volume or retention, while supplemental commissions are not. These supplemental or contingent commissions may range from less than 1% up to 10 % of the policy premium. Please refer to the Contingent and Supplemental Commission Disclosure or contact your Gallagher representative for additional information.

(1) The commission rate is a percentage of annual premium excluding taxes & fees.



## Contingent and Supplemental Commission Disclosure

Effective October 1, 2009, Arthur J. Gallagher & Co., and its subsidiaries operating as insurance agents/brokers under the corporate holding company known as Arthur J. Gallagher Brokerage & Risk Management Services, LLC, resumed participating in contingent commission arrangements which are routinely offered by insurance companies and intermediaries to agents and brokers, after voluntarily foregoing the benefit of this type of compensation since January 1, 2005. Contingent commission arrangements provide for additional compensation if certain underwriting, profitability, volume or retention goals are achieved. Such goals are typically based on the total amount of certain insurance coverages placed by Gallagher with the insurance company and/or through the intermediary, not on an individual policy basis. As a result, Gallagher may be considered to have an incentive to place your insurance coverages with a particular insurance company.

During the time Gallagher's retail operations did not accept contingent commissions, some insurance markets and intermediaries, including Gallagher owned intermediaries, modified their commission schedule with Gallagher, resulting in an increase in some commission rates. The additional commissions, commonly referred to as "supplemental commissions", are known at the effective date of the policy, but some intermediaries and insurance companies are paying the commission increase apart and later from when the commission is normally paid at policy issuance.

Unlike contingent commissions, supplemental commission payments are determined **without** regard to any performance factors which are contingent on future growth, retention, profitability, etc.

Contingent and supplemental commission ranges from less than 1% up to 10% of written or earned premium on eligible lines of business (not all lines of business qualify).

**NOTE:** Upon request, your Gallagher representative can provide more specific market information regarding contingent and supplemental commission related to your insurance coverage.





## Client Authorization to Bind Coverage

After careful consideration of your proposal dated 10/4/12, we accept your insurance program subject to the following exceptions/changes:

### Policy Options::

YES	NO	OPTION DESCRIPTION
		<b>Bind All Policies As Shown Herein as shown below:</b>
X	<input type="checkbox"/>	ACE USA - \$5mm CSL - \$1,773
		<b>Provide Quotations or Additional Information on the following Coverage Considerations</b>

*It is understood this proposal provides only a summary of the details; the policies will contain the actual coverages.*

*We confirm the values, schedules, and other data contained in the proposal are from our records and acknowledge it is our responsibility to see that they are maintained accurately.*

*We agree that your liability to us arising from your negligent acts or omissions, whether related to the insurance placed pursuant to these binding instructions or not, shall not exceed \$20 million, in the aggregate. Further, without limiting the foregoing, we agree that in the event you breach your obligations, you shall only be liable for actual damages we incur and that you shall not be liable for any indirect, consequential or punitive damages.*

See Attached Signature Page

Client Signature

Dated



## Appendix

*- Ace Tria Disclosure – Underwriter will require signed indicating acceptance/rejection and returned*







**ace group**

**POLICYHOLDER DISCLOSURE  
NOTICE OF TERRORISM INSURANCE COVERAGE**

You are notified that under the Terrorism Risk Insurance Act, as amended, that you have a right to purchase insurance coverage for losses resulting from acts of terrorism, as defined in Section 102(1) of the Act: The term "act of terrorism" means any act that is certified by the Secretary of the Treasury---in concurrence with the Secretary of State, and the Attorney General of the United States---to be an act of terrorism; to be a violent act or an act that is dangerous to human life, property, or infrastructure; to have resulted in damage within the United States, or outside the United States in the case of certain air carriers or vessels or the premises of a United States mission; and to have been committed by an individual or individuals as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion.

**YOU SHOULD KNOW THAT WHERE COVERAGE IS PROVIDED BY THIS POLICY FOR LOSSES RESULTING FROM CERTIFIED ACTS OF TERRORISM, SUCH LOSSES MAY BE PARTIALLY REIMBURSED BY THE UNITED STATES GOVERNMENT UNDER A FORMULA ESTABLISHED BY FEDERAL LAW. HOWEVER, YOUR POLICY MAY CONTAIN OTHER EXCLUSIONS WHICH MIGHT AFFECT YOUR COVERAGE, SUCH AS AN EXCLUSION FOR NUCLEAR EVENTS. UNDER THE FORMULA, THE UNITED STATES GOVERNMENT GENERALLY REIMBURSES 85% OF COVERED TERRORISM LOSSES EXCEEDING THE STATUTORILY ESTABLISHED DEDUCTIBLE PAID BY THE INSURANCE COMPANY PROVIDING THE COVERAGE. THE PREMIUM CHARGED FOR THIS COVERAGE IS PROVIDED BELOW AND DOES NOT INCLUDE ANY CHARGES FOR THE PORTION OF LOSS THAT MAY BE COVERED BY THE FEDERAL GOVERNMENT UNDER THE ACT.**

**YOU SHOULD ALSO KNOW THAT THE TERRORISM RISK INSURANCE ACT, AS AMENDED, CONTAINS A \$100 BILLION CAP THAT LIMITS U.S. GOVERNMENT REIMBURSEMENT AS WELL AS INSURERS' LIABILITY FOR LOSSES RESULTING FROM CERTIFIED ACTS OF TERRORISM WHEN THE AMOUNT OF SUCH LOSSES IN ANY ONE CALENDAR YEAR EXCEEDS \$100 BILLION. IF THE AGGREGATE INSURED LOSSES FOR ALL INSURERS EXCEED \$100 BILLION, YOUR COVERAGE MAY BE REDUCED.**

**Acceptance or Rejection of Terrorism Insurance Coverage**

\_\_\_\_\_ I hereby elect to purchase terrorism coverage for a prospective premium of \$148

☒ I hereby decline to purchase terrorism coverage for certified acts of terrorism. I understand that I will have no coverage for losses resulting from certified acts of terrorism.

**SEE SIGNATURE PAGE**

Policyholder/Applicant's Signature

\_\_\_\_\_  
Print Name

\_\_\_\_\_  
Date

WESTCHESTER FIRE INSURANCE COMPANY  
Insurance Company


**CANYON COUNTY**


Policy No:

**AIRCRAFT HULL & LIABILITY PROPOSAL OF INSURANCE  
CLIENT AUTHORIZATION TO BIND COVERAGE  
SIGNATURE PAGE**

**Canyon County, Idaho  
1115 Albany Street  
Caldwell, ID 83605**

BOARD OF COUNTY COMMISSIONERS

  
\_\_\_\_\_  
David J. Ferdinand, II, Chairman

  
\_\_\_\_\_  
Steven J. Rule, Member

  
\_\_\_\_\_  
Kathryn Alder, Member

ATTEST: CHRIS YAMAMOTO, CLERK

By:   
\_\_\_\_\_  
Deputy Clerk

Date: 10-10-12